

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 245817

60

ORIGIN ARA-10

INFO OCT-01 ISO-00 EB-04 TRSE-00 AID-05 SSO-00 NSCE-00

INRE-00 SP-02 NSC-05 RSC-01 CIEP-01 SS-15 STR-01

OMB-01 CEA-01 CIAE-00 COME-00 FRB-01 INR-05 NSAE-00

XMB-02 OPIC-03 LAB-01 SIL-01 SWF-01 PA-01 PRS-01

USIE-00 AGR-05 /068 R

DRAFTED BY ARA/LA/MRSD/MBFAC:PLANSDALE:TR

APPROVED BY ARA/BR:RWZIMMERMANN

EB/IFD:BCROWE (DRAFT)

ARA/LA/MRSD:DLION (DRAFT)

PPC/IA:NMOSHER (DRAFT)

US/IDB:NCOAR (SUBSTANCE)

TREASURY/IDB:CLOHMANN (SUBSTANCE)

ARA/BR:JSLATTERY

----- 027801

O 072205Z NOV 74

FM SECSTATE WASHDC

TO AMEMBASSY BRASILIA IMMEDIATE

INFO AMCONSUL RIO DE JANEIRO IMMEDIATE

AMCONSUL SAO PAULO

LIMITED OFFICIAL USE STATE 245817

E.O. 11652:N/A

TAGS:EAID, EFIN

SUBJECT:BRAZIL'S BORROWING FROM IDB/FSO

REFS: BRASILIA 8346, STATE 244425

1. IN FURTHER REPLY TO REF A, RESPONDING PARTICULARLY TO  
LAST QUESTION, PLEASE NOTE STATEMENT IN REF B THAT QUOTE  
CATEGORY A COUNTRIES ARE EXPECTED TO MAINTAIN OR PERHAPS  
INCREASE TOTAL LEVEL OF BORROWING BY INCREASED BORROWING  
FROM ORDINARY CAPITAL DEPENDING ON FINAL OUTCOME OF NEXT  
REPLENISHMENT END QUOTE. THERE IS ONLY ONE BRAZIL LOAN

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 245817

STILL PENDING CY 1974 ACTION IN IDB, ACCORDING TO IDB'S

10/29/74 PRONOSTICO DES LOS PRESTAMOS. IT IS REQUEST FOR \$120 MILLION ORDINARY CAPITAL REPEAT ORDINARY CAPITAL FOR STEEL. APPROVAL OF THIS REQUEST WOULD NOT BE AFFECTED BY BUSHNELL STATEMENT OF OCTOBER 31.

2. FYI, FSO LOANS APPROVED SO FAR IN CY 1974 FOR THE THREE COUNTRIES STILL PARTICIPATING IN CATEGORY A (MORE DEVELOPED COUNTRIES) ARE:

ARGENTINA \$43 MILLION (INCLUDING \$28.4 MILLION IN DOLLARS) FOR RURAL ELECTRIFICATION;

ARGENTINA \$11 MILLION (INCLUDING \$6 MILLION IN DOLLARS) FOR AGRICULTURAL DEVELOPMENT (TULUM, ULLUM, ZONDA);

BRAZIL \$18 MILLION (INCLUDING \$8.9 MILLION IN DOLLARS)

FOR PREINVESTMENT (FINEP); AND

MEXICO \$15 MILLION (INCLUDING \$8.9 MILLION IN DOLLARS) FOR FEEDER ROADS (THIRD STAGE). THIS TOTALS \$87 MILLION (INCLUDING \$52.2 MILLION IN DOLLARS), COMPARED WITH FSO LENDING TO THESE THREE COUNTRIES IN CY 1973 OF \$97.3 MILLION (INCLUDING \$55.5 MILLION IN DOLLARS) AND CY 1972 OF \$103.8 MILLION (INCLUDING \$71 MILLION IN DOLLARS).

3. IN CY 1973, BRAZIL RECEIVED TWO FSO LOANS TOTALLING \$41.8 MILLION: FOR \$16.0 MILLION (INCLUDING \$5.5 MILLION IN DOLLARS) AND \$25.8 MILLION (\$21.7 MILLION IN DOLLARS), BOTH FOR EDUCATION. IN CY 1972, BRAZIL RECEIVED \$45.7 FROM FSO: ELECTRIC POWER LOAN FOR \$35.7 MILLION (OF WHICH \$26.7 MILLION IN DOLLARS), AND AGRICULTURAL LOAN FOR \$10.0 MILLION (OF WHICH \$4.2 MILLION IN DOLLARS. INGERSOLL

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** AGRICULTURAL DEVELOPMENT, BANK LOANS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 07 NOV 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** GarlanWA  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE245817  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** PLANSDALE:TR  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740321-0005  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19741161/aaaacabs.tel  
**Line Count:** 95  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN ARA  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** BRASILIA 8346, STATE 244425  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** GarlanWA  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 10 SEP 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <10 SEP 2002 by boyleja>; APPROVED <25 MAR 2003 by GarlanWA>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** RAZIL'S BORROWING FROM IDB/FSO  
**TAGS:** EAID, EFIN, BR, IDB  
**To:** BRASILIA  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005